COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION)
OF THE FUEL ADJUSTMENT CLAUSE OF)
LOUISVILLE GAS AND ELECTRIC COMPANY) CASE NO. 2006-00510
FROM NOVEMBER 1, 2004)
THROUGH OCTOBER 31, 2006)

ORDER

On October 12, 2007, the Commission entered an Order ("Final Order") approving the transfer of additional fuel costs from Louisville Gas and Electric Company's ("LG&E") fuel adjustment clause ("FAC") into its base rates. Ordering paragraphs 3 and 4, however, incorrectly stated:

- 3. The rates in Appendix A are approved to be effective with LG&E's first billing cycle for <u>November</u> 2007. (Emphasis added.)
- 4. Beginning with its first billing cycle for <u>November</u> 2007, LG&E shall use an FAC rate based on a base fuel cost of 17.03 mils per kWh. (Emphasis added.)

The underlined word "November" in ordering paragraphs 3 and 4 was incorrect and should have read "December."

LG&E requests that the Commission amend Appendix A of the Final Order to include the recently approved Residential Responsive Pricing ("RRP") and General Responsive Pricing ("GRP") rates, adjusted to reflect the new base fuel costs. LG&E contends that these rates were not included in its previous filings in this case because it submitted this case for decision on June 15, 2007 and the Commission approved the

RRP and GRP tariffs by Order dated July 12, 2007.¹ The Commission finds that the increased fuel costs approved in the Final Order should be rolled into LG&E's RRP and GRP base rates.

IT IS THEREFORE ORDERED, to be entered <u>nunc pro tunc</u>, that the word "November" in ordering paragraphs 3 and 4 is replaced with the word "December."

IT IS FURTHER ORDERED that Appendix A to the Final Order is amended to include the revised Schedule RRP and Schedule GRP rates set forth in Appendix A to this Order.

Done at Frankfort, Kentucky, this 31st day of October, 2007.

By the Commission

Commissioner Clark Abstains.

ATTEST:

Executive Director

¹ Case No. 2007-00117, Application of Louisville Gas and Electric Company for an Order Approving a Responsive Pricing and Smart Metering Pilot Program (Ky. PSC, July 12, 2007).

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2006-00510 DATED October 31, 2007

The following rates and charges are prescribed for the customers in the area served by Louisville Gas and Electric Company. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

SCHEDULE RRP RESIDENTIAL RESPONSIVE PRICING SERVICE

Plus an Energy Demand Charge:

Low Cost Hours (P1): \$0.04344

Medium Cost Hours (P2): \$0.05574

High Cost Hours (P3): \$0.10992

Critical Cost Hours (P4): \$0.30461

SCHEDULE GRP GENERAL RESPONSIVE PRICING SERVICE

Plus an Energy Demand Charge:

Low Cost Hours (P1): \$0.04754

Medium Cost Hours (P2): \$0.06244

High Cost Hours (P3): \$0.13681

Critical Cost Hours (P4): \$0.30461